Form MR-SMO (Revised June 29, 2011)

This Section for DOGM Use: Assigned DOGM File N	0: S/055/002/
DOGM Lead: Way. Permit Fee \$	Ck#
TASK	-:4657

### **APPROVED**

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

APR 2 4 2012

**DIV. OIL GAS & MINING** 

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940 APR 0:4 2012

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DIV. OF OIL, GAS & MINING

#### NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The information requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program (R647). The rules and Act are available online at <a href="http://www.rules.utah.gov/publicat/code/r647/r647.htm">http://www.rules.utah.gov/publicat/code/r647/r647.htm</a> and http://le.utah.gov/~code/TITLE40/40 08.htm.

Cultural Resources Survey: To fulfill its obligations under Utah Code Annotated 9-8-404, the Division needs cultural resource (archaeology) information. The amount and type of information required will depend on the mine location, the history of previous disturbance, and other factors. Please contact the Division for further information.

A permit fee of \$150 or \$500 must accompany this application (Utah Code Ann. §40-8-7(1)(i)) and is due annually. The fee is \$150 for a mine with a disturbed area of five acres or less, and the fee is \$500 if the disturbed area is between five and ten acres.

"Small Mining Operations" are operations which have a disturbed area of ten or fewer surface acres at any time in unincorporated areas, or five acres or fewer in incorporated areas.

1. Na 2. Op Ma Cir	ENERAL INFORMATION (Rule R647-3-104)  ame of Mine:
2. Op Ma Ci	ailing Address: 4640 South Commerce Dr.
2. Op Ma Ci	ailing Address: 4640 South Commerce Dr.
Ci	
	ity, State, Zip: MURRAY UTAH 84107
	none: 801 - 262 - 9323 Fax: 801 - 262 - 1625
	mail Address: Suzie@statestone.com
St	usiness Entity (not individuals) must be registered (and maintain registration) with the late of Utah, Division of Corporations (DOC)—If not currently registered, contact ww.commerce.utah.gov to renew or apply. Business Entity #: 691076 - 0142
Lo	ocal Business License #: 0001112 (if required)
Iss	sued by: County: or City: Murray City
3. Co	ontact Person(s):
Re	egistered Utah Agent (as identified with the Utah DOC) (if individual leave blank):  Name: KE(TH P MCKAY Title: bwker/PRESIDENT
	Address: 4640 So Commèrce DR

E-mail Address: Suzie@ statestone, com

255002/

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## I.3. Contact Person(s) (continued):

APR 2 4 2012

Name: Title:
Address:
City, State, Zip:
City, State, Zip: Fax: Fax:
Emergency, Weekend, or Holiday Phone:
E-mail Address:
This person to be notified for: permitting ( ) surety ( ) (check all that apply)
Name: Title:
Address:
City, State, Zip:  Phone:  Emergency, Weekend, or Holiday Phone:  E-mail Address:
Phone: Fax:
Emergency, Weekend, or Holiday Phone:
E-mail Address:
If Business is a Sole Proprietor (dba) or Individual:
Name of Owner: Title:
Business Address:
City State Zin:
City, State, Zip:
Phone: Fax:
E-mail Address:
If Business is a Corporation:
Name of Officers: KEITH P MACKAY Title: PRES. Name: GARY BAGLEY Title: SEC/TR
Name: GARY BAGIRY Title: SET: ITR.
Name: BAGLEY Title: SEC/TR  Title: SEC/TR
Name: Title:
Title.
Headquarters Address:
HEAVYUDITEIS AUGUESS.
City, State, Zip: 4640 5, commerce DR Murkey UT 8410
City, State, Zip: 4640 5, commerce DR Murry ut 8410 Phone: 801-262-9323 Fax: 801-262-1625
City, State, Zip: 4640 5, commerce DR Murkey UT 8410
City, State, Zip: 4640 5, commerce DR Muleuy ut 8410 Phone: 301-262-9323 Fax: 501-262-1625 E-mail Address: 5226 State State State State Com  If Business is a Limited Liability Company: Member Managed ( ) Manager Managed (
City, State, Zip: 4640 5, commerce DR Muleury ut 8410 Phone: 801-262-9323 Fax: 801-262-1625 E-mail Address: Suzice State State State, com  If Business is a Limited Liability Company: Member Managed () Manager Managed () Name of 1st Member/Manager:
City, State, Zip: 4640 5, commerce DR Multing ut 8410 Phone: 301-262-9323 Fax: 801-262-1425 E-mail Address: Suzice State State State.com  If Business is a Limited Liability Company: Member Managed () Manager Managed () Manager Managed () Name of 1st Member/Manager: Title: Business Address:
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City, State, Zip: 4640 S. Commerce DR Multing W 8410 Phone: 301-262-9323 Fax: 601-262-625 E-mail Address: Suzue & State Stane.com  If Business is a Limited Liability Company: Member Managed () Manager Manager:  Business Address:  City, State, Zip:  Phone: Fax:  E-mail Address: Fax:  E-mail Address: Fax:  E-mail Address: Fax:  Business is a Partnership:  Names of Partners:  Business Address:
City, State, Zip: 440 S. commerce DR Multing ut \$410 Phone: 801-262-9323 Fax: 801-262-1625 E-mail Address: Suzic & State Shine. com  If Business is a Limited Liability Company: Member Managed () Manager Managed (

5. Ownership of Land Surface:

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	Other (please describe):  Name BLM Address BOX 99 HANKSVILLE UT \$4134
	Name WESLEY JENSEN Address TOLLEY UT 84775 (3645.500 W)
	Name Address
	Name Address
6.	Ownership of Minerals:
	Private (Fee) (X) BLM (X) US Forest Service ()
	State Trust Land/School Sections ( ) State Sovereign Lands ( )
	Other (please describe):  Name PLM Address Box 99 HANKSVILLE UT 84734
	Name BCM Address Box 17 HAVROVILLE UT 84154
	Name WESLEY JENSEN Address TORREY UT 84175 (384 S. 500 W.)
	Name Address
	Name Address
	BLM Claim Number(s):
	Utah State Lease Number(s):
	BLM/USFS Lease or Project File Number(s):
	Name of Lessee(s):
	Have the above surface and mineral owners been notified in writing? Yes X No
8.	Does the Entity have legal right to enter and conduct mining operations on the land covered by this notice? Yes No
	this notice? Yes X No
Please	this notice? Yes No  be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone
Please does r	this notice? Yes No  be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining
Please does r activity	this notice? Yes No No Possible be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining you on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration prior to
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Please does r activity comm 538-55	this notice? Yes No

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Location and Operations maps must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, scalet appropriate landles and title box including the mine name, township, range and section.

a. The **general location map** must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000") and identify new or existing access roads.

- b. The <u>operations map</u> (1"=200' or other scale as determined necessary by the Division) must be labeled and identify:
  - i. The area to be disturbed:
  - ii. The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and
  - iii. Any adjacent previous disturbance for which the operator is not responsible.

(Contact the Division for a list of consultants and land surveyors for mapping assistance.)

4. The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.

1.	Type of mining: Surface ( $X$ ) Underground ()			
2.	Mineral(s) to be mined: SANDSTONE RED AND BUFF			
3.	Amount of material to be extracted, moved, or proposed to be moved: ON AN AS			
4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes () No (_X_) If yes, please describe (add extra pages if needed):			
5.	Provide a brief description of the proposed mining operation, and onsite processing facilities (add extra pages if necessary).  BOTH  WE QUARRY BLOCKS THEN MOVE THEM TO			
	OUR_ PLANT TO PROCESS STONE ASNEEDED			
11 6.	( ) New Road(s): Length(ft), Width(ft)			
7.	( ) Improved Road(s): Describe improvements that need to be made to existing roads to access the site, including the Length (ft) and Width (ft) of new disturbances.			
8.	Total project surface acreage to be disturbed: 15 (acres) PLEASE SPECIFY EXACT ACREAGE (this will be used to determine surety bond amount – see #VI).			
9.	Proposed startup date (month, year): Red - Green 1987 ) estimated Proposed completion, if known (month, year): UNKNOWN			
10.	Proposed completion, if known (month year): LINKADUN			

### IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover or within practical limits. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to <a href="https://fs.ogm.utah.gov/pub/MINES/Coal\_Related/RecMan/Reclamation\_Manual.pdf">https://fs.ogm.utah.gov/pub/MINES/Coal\_Related/RecMan/Reclamation\_Manual.pdf</a>.

- 1. Keep the mining operation in a safe, clean, and environmentally stable condition.
- 2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
- 4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.
- Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
- 6. Remove all waste or debris from stream channels.
- 7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
- 8. Conduct mining activities so as to minimize erosion and control sediment.
- Reclaim all roads that are not part of a permanent transportation system.
- 10. Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- 14. Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.

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#### V. VARIANCE REQUEST (Rule R647-3-110)

Any variance must be approved writing in advance by the Division

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measures to be utilized to meet the intent of the rule. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

Are variances being requested? Yes () No (\(\frac{\times}{\times}\))				
Variance Red	quested			
tem# Justification:	Applicable Rule			
Alternate me	ethods or measure to be utilized:			

Attach additional page(s) if more variances are requested.

### VI. SURETY (Utah Code Ann. §40-8-7(1)[c])

A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations. No surface disturbance is authorized until the surety is posted and approved in writing. The surety may be provided in the form of a certificate of deposit a letter of credit, a surety bond or cash. Please contact the Division for further information about submitting the surety. All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)[c]).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index. Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.

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#### VIII. SIGNATURE REQUIREMENT

#### CERTIFICATION

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. This certification must be signed by: (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; or (4.) the member or manager if applicant is a limited liability company.

Signature: Keith & Markay	
Name (typed or printed): KEITH P MAE	KAY
Title/Position (if applicable): Owner   Presi	dent

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#### FORM MR-REV-SMO/EXP

# Instructions to Revise a Notice of Intention to Commence Small Mining Operations or Exploration

When a Notice of Intention to Commence Small Mining Operations or Exploration (Notice) requires change an <u>Application to Revise a Notice of Intention to Commence Small Mining Operations or Exploration</u> must be submitted. Changes may include Operator address or operational changes. When operational changes are proposed the change may not be implemented until the Division determines that the revised Notice is complete and if necessary a revised reclamation surety approved. The Notice must include all information, concerning the revision, that would have been required if it had been included in the original Notice.

#### Instructions:

- Changes to the Notice are made by providing a completely new Notice or by <u>adding</u>, <u>replacing</u>, or <u>removing</u> pages to the current Notice. Detailed instructions for adding or replacing pages and maps must be included (please identify on the attached form MR-REV-SMO).
- The revised Notice should be accompanied by a cover letter: referring to the permit number, operator name and mine; content description; and referencing any Division action that initiated the change (i.e. Notice of Violation, previous review, inspection).
- The submitted revision must be complete and should not rely on additional materials that will be submitted at a later date.
- Form MR-REV-SMO, or equivalent, must be submitted with the application for change. After the Division approves the change, a copy will be stamped "approved" and returned to you.

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